

BOOK 1247 PAGE 458

ADJUSTABLE RATE RIDER

THIS ADJUSTABLE RATE RIDER is made this 17th day of July, 19 84, and is incorporated into and shall be deemed to amend and supplement the Mortgage, Deed of Trust, or Deed to Secure Debt (the "Security Instrument") of the same date given by the undersigned (the "Borrower") to secure Borrower's Adjustable Rate Note to NATIONWIDE LENDING GROUP, INC. (the "Lender") of the same date (the "Note") and covering the property described in the Security Instrument and located at:

3595 Colebrook Court, Middletown, Maryland. 21769
(Property Address)

THE NOTE CONTAINS PROVISIONS ALLOWING FOR CHANGES IN THE INTEREST RATE EVERY YEAR. IF THE INTEREST RATE INCREASES, THE BORROWER'S MONTHLY PAYMENTS WILL BE HIGHER. IF THE INTEREST RATE DECREASES, THE BORROWER'S MONTHLY PAYMENTS WILL BE LOWER. THERE IS A LIMIT ON THE AMOUNT BY WHICH BORROWER'S INTEREST RATE MAY CHANGE IN ANY ONE YEAR AND OVER THE LIFE OF THE LOAN.

A. INTEREST RATE AND MONTHLY PAYMENT CHANGES

The Note provides for an initial interest rate of 11.875 %. Section 4 of the Note provides for changes in the interest rate and the monthly payments, as follows:

4. INTEREST RATE AND MONTHLY PAYMENT CHANGES

(A) CHANGE DATES

The interest rate I will pay may change on the 1st day of August, 19 85, and on that day of the month every 12 months thereafter. Each date on which my interest rate could change is called a "Change Date".

(B) THE INDEX

Beginning with the first Change Date, my interest rate will be based on an "Index". The Index is the weekly average yield on United States Treasury securities adjusted to a constant maturity of 1 years, as made available by the Federal Reserve Board. The most recent Index figure available as of 45 days before each Change Date is called the "Current Index".

If the Index is no longer available, the Note Holder will choose a new index which is based upon comparable information. The Note Holder will give me notice of its choice.

(C) CALCULATION OF CHANGE IN INTEREST RATE

The interest rate I am paying prior to the Change Date is my "Current Interest Rate". Before each Change Date, the Note Holder will calculate my "New Interest Rate" by adding 3.00 % to the current index. The sum will be my "New Interest Rate" until the next Change Date SUBJECT, HOWEVER, TO THE LIMITATION ON INCREASE OR DECREASE OF MY CURRENT INTEREST RATE as provided in Section 4(D) below.

(D) LIMIT ON INCREASE OR DECREASE OF CURRENT INTEREST RATE

In no event, shall my new Interest Rate represent an increase or decrease of more than 1.50% above or below my current interest rate in any one year. At no time shall the new rate exceed 16.875 % interest.

-(E) CHANGE IN MONTHLY PAYMENT

After determining my new Interest Rate as provided in Sections (C) and (D) above, the Note Holder will then determine the amount of monthly payment that would be sufficient to repay the unpaid principal balance of my loan I am expected to owe on the Change Date in full on the maturity date at my New Interest Rate in substantially equal payments. The result of this calculation is called the "New Payment Amount" and it will be the new amount of my monthly payment and may be greater or less than my "Current Payment Amount" depending upon the change in the "Index".

(F) REQUIRED FULL PAYMENT AMOUNT

Beginning with the first monthly payment after the last Change Date, I will pay the new Full Payment Amount as my monthly payment.

(G) EFFECTIVE DATE OF CHANGES

My new interest rate will become effective on each Change Date. I will pay the amount of my new monthly payment beginning on the first monthly payment date after the Change Date until the amount of my monthly payment changes again.